

Michael O. Leavitt Governor Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

October 15, 1998

TO:

Lowell P. Braxton, Division Director

THRU:

Mary Ann Wright, Associate Director

THRU:

D. Wayne Hedberg, Permit Supervisor

FROM:

Anthony A. Gallegos, Senior Reclamation Specialist

RE:

Request for Division Approval, Amount and Form of Replacement Reclamation

Surety, ECDC Environmental L.C., ECDC Clay Mine, M/015/062, Emery

County, Utah

On July 2, 1998, the Division received a Direct Cancellation Notice from the Insurance Company of the State of Pennsylvania, for the surety posted for the ECDC Clay Mine located in Emery County. The cancellation date was to be effective May 17, 1998. The surety was for the amount of \$20,600. The Division's legal counsel required a letter be sent to the Insurance Company stating the Division would not honor this cancellation notice because the surety bond required a written cancellation notice 90-days in advance; therefore, the bond could not be canceled until October 2, 1998. Upon contacting ECDC they stated they would submit a new surety bond rather than re-instating the bond currently held. The Division updated the surety amount to reflect five years of escalation into the future.

On September 15, 1998, the Division received a replacement reclamation surety issued by United Pacific Insurance Company for the updated amount of \$24,100. There were some errors on this bond and Division legal counsel advised that we return the bond for corrections. The replacement surety bond and reclamation contract with corrections were received October 15, 1998. The old surety bond is effectively canceled.

The Minerals Regulatory program hereby submits this replacement surety bond and reclamation contract as a request for Division approval and signature. Thank you for your time and consideration of this request.

DOGM MINERALS PROGRAM

Checklist for Board Approval of FORM AND AMOUNT OF SURETY

Prepared June 8, 1993

Company Nan	ne <u>ECDC-Environmental</u>
Mine Name _	ECDC Clay Mine
File No.	M/015/062

Items	Prov Yes	ided No	Remarks
Executive Summary	X		
Location Map	X		
Reclamation Bond Estimate	X		
Signed Reclamation Contract	X		
Signed Power of Attorney/ Affidavit of Qualification	X		
Bond/Reclamation Surety	X		
Surety Sign Off (Other State/Federal Agencies)		X	

EXECUTIVE SUMMARY

Prepared June 7, 1993

Mine Name: ECDC Clay Project	I.D. No: M/015/062		
Operator: ECDC-Environmental	County: Emery		
1111 West Highway 123, P. O. Box 69			
East Carbon, Utah 84520			
	Surface Ownership: Private		
Telephone : 801/888-4451	Lease No.(s): none		
Contact Person: Gary Nielson			
Life of Mine: two years			
Legal Description: NE 1/4, NW 1/4 and NW 1/4, N			
Range 11 East and SE 1/4, Section	on 36, Township 15 South, Range 11 East		
Mineral(s) to be Mined: Bentonite Clay Mining Methods: open pit/quarry mining			
Acres to be Disturbed: 18			
Present Land Use: mining			
Postmining Land Use: domestic livestock and wildlife	fe habitat		
Variances from Reclamation Standards (Rule R647) Redistribution	Granted: R647-4-111.12 Topsoil		
Soils and Geology:			
Soil Description: Shallow layers of Chipeta and Pemainly Mancos shale and eroding shale outcrop.	rsayo soils (poorly developed soils) over		
pH: unknown			
Special Handling Problems: Because of previous minute available for reclamation.	ing disturbance little topsoil material will		
Geology Description: The mine is located at the transand the Blue Gate Member of the Mancos Shale	nsition zone between Dakota Sandstone		

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Executive Summary
Blank Form

Hydrology:

Ground Water Description: The ground water table is predicted to be at or near the elevation						
of the Price River. The excavated pits will not be dug to deep enough to intercept the						
groundwater.						
Surface Water Description: No intermittent or perennial streams are located on the site.						
However, the Price River does flow adjacent to and within 5 feet of the mine site area. An						
ephemeral drainage does cross the site. The operator plans to rechannel this drainage to allow						
room onsite for an ore stockpile. Rechannalization should not adversely effect this drainage.						
Water Monitoring Plan: none Ecology:						
Vegetation Type(s); Dominant Species: shadescale, rabbitbrush, saltbrush, indian ricegrass						
Percent Surrounding Vegetative Cover: 20%						
Wildlife Concerns: none						
Surface Facilities: Portable onsite crushing and screening facility						
Mining and Reclamation Plan Summary:						

During Operations:

ECDC will mine a shallow open pit for bentonite clay. The clay will be excavated using D-9 dozers and 988 loader. It will then be crushed and screened, then hauled approximately 18 miles along existing county and state roads to the ECDC landfill near East Carbon, for use as liner material for the ECDC landfill. The operator plans to excavate approximately 130,000 cubic yards of clay in a period of 90 days. Intermittent mining may continue on an as-needed basis following the initial 90 day development/extractive phase.

After Operations:

ECDC will backfill and regrade quarried areas to slopes no steeper than 2h:1v. Roads and pads will be ripped and regraded where appropriate. All reclaimed areas will be mulched, fertilized and reseeded with an approved seed mixture. All structures and equipment will be removed from the site. Portions of the access road leading into the site will be left for postmine landuse.

Page 3 Executive Summary Blank Form

Surety:

Surety: 24.100 (2003 dollars) Amount: \$20,600 (1998 dollars)

Form: Surety Bond

Renewable Term: 5 years

jb 4:ECDC



State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

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801-538-7223 (TDD)

Michael O. Leavitt Governor Lowell P. Braxton Division Director

October 15, 1998

DOGM DIRECTOR'S SIGNATURE TRACKING SHEET

following persons prior to recommending

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jb Attachments M015062.div